

At the 3/8/19 Council meeting,

Bill 3 was cancelled

and

Committee Report 49

and

Bill 3

were re-referred to the

Committee on Budget

REPORT OF THE COMMITTEE ON BUDGET

Voting Members:

Joey Manahan, Chair; Kymberly Marcos Pine, Vice-Chair;
Michael Formby, Carol Fukunaga, Ron Menor, Heidi Tsuneyoshi

Committee Meeting Held
February 27, 2019

Honorable Ann H. Kobayashi
Interim Chair, City Council
City and County of Honolulu

Madam Chair:

Your Committee on Budget, which considered Bill 3 (2019) entitled:

"A BILL FOR AN ORDINANCE RELATING TO REAL PROPERTY TAX
EXEMPTIONS,"

which passed Second Reading on February 13, 2019, reports as follows:

The purpose of this bill is to increase the real property tax home exemption for certain individuals.

The Director of Budget and Fiscal Services stated that the City Administration supports home exemptions, but is concerned due to the fact that the bill may result in a \$10 million decrease in real property tax revenues. The Director also noted that expenses increase every year and that any negative impact on City revenues could negatively impact the City. The Director further noted that the only way to cover additional expenses is to increase revenues by increasing fees and taxes, decreasing current expenses (which may impact core services), or adding new sources of revenue.

Your Committee received public testimony in support of the bill from one individual. Written testimony in support of the bill was received from the Honolulu Board of Realtors.

CITY COUNCIL
CITY AND COUNTY OF HONOLULU
HONOLULU, HAWAII

ADOPTED ON _____

COMMITTEE REPORT NO. 49

REPORT OF THE COMMITTEE ON BUDGET

Voting Members:

Joey Manahan, Chair; Kymberly Marcos Pine, Vice-Chair;
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Your Committee on Budget is in accord with the intent and purpose of Bill 3 (2019) and recommends that it pass Third Reading. (Ayes: Manahan, Formby, Fukunaga, Menor, Tsuneyoshi – 5; Noes: None; Excused: Pine – 1.)

Respectfully submitted,



Committee Chair

Bill 3 was cancelled (3/8/19 Council meeting).
CR-49 and Bill 3 were re-referred to the Budget Committee.

Committee Report No. 49 not adopted and superseded by Committee Report No. 106

CITY COUNCIL

CITY AND COUNTY OF HONOLULU
HONOLULU, HAWAII

ADOPTED ON _____

COMMITTEE REPORT NO. 49